

MINUTES

**Quincy Retirement Board
Monthly Meeting
Thursday, September 15, 2022, 9:30 am - 12:00 pm
1305 Hancock Street, Lower level of Old City Hall
Quincy, MA 02169**

I. Call to Order

Chairperson O'Connor called the meeting to order at 9:32 am.

II. Approval of Meeting Minutes from 8/18/22

The Board reviewed the minutes from the meeting on August 18, 2022. Chairperson O'Connor requested the minutes be amended to exclude mention of employees health.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board approved the minutes from August 18, 2022.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland, Ernest Arienti

Yes: 5 No: 0

Approval of Executive Session Meeting Minutes from 8/18/22

The Board reviewed the Executive Session minutes from August 18, 2022.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board tabled the minutes from the meeting on August 18, 2022.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland, Ernest Arienti

Yes: 5 No: 0

III. New Members

Gerard McKenna	DPW	No	1	\$59,520.
Brett Semler	COL	No	1	\$84,000.
Mary Moore-Campbell	QPS	No	1	\$20,989.
Peggy Lee-Ho	QPS	No	1	\$21,431.
Kerri O'Hare	QPS	No	1	\$20,989.
JiLan Liu	QPS	No	1	\$16,131.
Samantha Graziano	QHA	No	1	\$56,657.
Paul Gould	PLAN	No	1	\$90,644.
Todd Sullivan	QHA	No	1	\$70,179.
Sarah Nguyen	QPS	No	1	\$24,521.

Ester Fitzgerald	QPS	No	1	\$21,431.
Patricia Rooney	QPD	No	1	\$10,186.
Karen Williams	COL	No	1	\$58,500.
Sophia Gregoriadis	QPS	No	1	\$21,431.
Caroline Giordani	QPS	No	1	\$24,521.
Yat Man Law	QPS	No	1	\$21,431.
Kelly Kenneally	QPS	No	1	\$20,989.
Nicole Cirafice	QPS	No	1	\$21,431.
Laura Greene	QPS	No	1	\$21,431.
Gladiola Jazaj	QPS	No	1	\$21,431.
Amanda Cristiani	QPS	No	1	\$21,431.
Joanne Moriarty	QPS	No	1	\$21,431.
Rose Baylis	QPS	No	1	\$20,989.
Molly Lavey	QPS	No	1	\$43,907.
Minzhi Xu	QPS	No	1	\$21,431.
JoAnne Flores	QPS	No	1	\$21,431.
Tammy Martin	QPD	No	1	\$10,186.
Kathleen Morrill	QPD	No	1	\$10,186.

The Board reviewed the new enrollments.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board approved the new members.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland, Ernest Arienti
Yes: 5 No: 0

IV. Approval of Calculations

Name	Date	Allowance
Elaine Dellacroce	8/5/22	\$54,944.64
John Dougan	7/8/22	\$168,325.56
Neil MacQuinn	11/7/20	\$42,134.04
Kevin Murphy	7/29/22	\$73,726.32
Karl Wood	8/15/22	\$42,692.04
Lisa Manuel	8/30/22	\$20,677.92
Kennedy Yanefski	7/22/22	\$14,607.12

The Board reviewed the retirement calculations.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board approved the retirement calculations

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland, Ernest Arienti
Yes: 5 No: 0

V. Request For Creditable Service

Lindsay Peckham (QCOL) 5 Mo \$3,730.20

The Board reviewed the requests for creditable service.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board approved the requests for creditable service.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland, Ernest Arienti

Yes: 5 No: 0

VI. Approval of Superannuations

Elizabeth Brown	Police	9/1/2022
Aileen Lyons	Para/QPS	8/31/2022
Elaine Cashman	Bus Driver/QPS	8/29/2022
Barbara Mathieson	Public Bldgs	10/31/22
Mary Ann Morgan	Para/QPS	9/1/2022
Brenda Hansen	Para/QPS	9/6/2022
Kathleen Porrazzo	Housing Auth	9/2/2022

The Board reviewed the applications for superannuation retirement.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board approved the applications for superannuation retirement.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland, Ernest Arienti

Yes: 5 No: 0

VII. Executive Session pursuant to M.G.L Chapter 32

The Board entered executive session to discuss medical records.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board voted to enter executive session to discuss medical records.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland, Ernest Arienti

Yes: 5 No: 0

VIII. Involuntary Disability Retirement

The Board discussed the involuntary disability application for Joan Mackie.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board voted to send the involuntary disability application for Joan Mackie to PERAC medical panels.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland,
Ernest Arienti
Yes: 5 No: 0

IX. Disability Retirement

The Board reviewed the clarification regarding Mr. Silcox.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board voted to approve the disability application for Mr. Silcox.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland,
Ernest Arienti
Yes: 5 No: 0

X. Sacco Letter Regarding Medical Records

The Board reviewed the disability application for Michael Sullivan.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board voted to request a letter from Michael Sacco to the City of Quincy addressing the pre-employment physical of Mr. Sullivan.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland,
Ernest Arienti
Yes: 5 No: 0

XI. Meketa Investment Group Update

Frank joined the meeting 10:12 -11:22 AM

July was resting after 6 months of turmoil markets believe inflation is under control. Fed raised rates 75 bps expected to do so again this month. US stocks rose sharply during the month, led by the technology and consumer discretionary sectors. Growth indices outperformed their value counterparts for the month but remain well behind for the year-to-date period. Non-US developed market stocks trailed the US for the month, and emerging markets stocks posted negative returns due to China's drawdown of 9.5%. Both remain notably negative for the year-to-date period, lagging US equities. Developers built buildings and were paid pre-construction. Because of Covid related delays, buildings are not being built and companies are refusing to pay their dues. The war in Ukraine, high inflation, and the likely monetary policy response, and slowing growth continue to weigh on sentiment. Growth stocks had a strong month in July, outperforming value stocks across developed and emerging markets, similar to the US. Fixed income indices broadly benefited from yields declining across the curve. During July, the US 10-year Treasury note yield fell 36 basis points, from 3.01% on June 30th to 2.65% on July 31. The high yield index was one of the best performers in July as yields declined along with tightening spreads supported by a historic drop in high yield issuance to the lowest July issuance since 2006. Brown Small Cap Fundamental Value outperformed its benchmark by 0.8% in July, posting a return of

10.5% vs the benchmark's 9.7%. Stock selection within the industrials and financials sectors drove the positive outperformance vs the benchmark. Since inception, Brown has returned 7.8%, trailing the benchmark, which has returned 9.5% over that same period. Axiom International Small Cap Equity beat its benchmark by 0.7 % in July, posting a return of 7.1% vs the benchmark's 6.4%. Stock selection in the Information Technology, Financials, and Communication Services sectors were the biggest tailwinds to relative performance. Since inception, Axiom has returned 10.3%, in line with the benchmark's performance over that same period. None of the System's active public markets managers underperformed their benchmarks in July. QRB market value as of 7/31/2022 \$820,012,643, increase 3.4% in the month, -7.3% YTD. Meketa expects an average of 6% decline in the second quarter because of the current environment.

Searchlight 10:30-10:41 AM

Rich Maass and Deeksha Iyer

Searchlight Capital Partners is an investment firm with over \$10 billion in AUM with a deep sector focus in communications, media, financial services, business services, and other recurring cash flow businesses. They have a value-oriented strategy with flexible capital structure mandate. Rising inflation and interest rates are creating what Searchlight believes to be a multi-year dislocation opportunity. Fund III about 70% funded as of June 30, 2022, showing a net IRR of 46%.

SSGA 10:42-10:49 AM

Patrick Hearne

As of June 30, 2022, market value of the City of Quincy portfolio \$72,140,435, which includes three funds. The Passive Bond Market Index NL Fund shows a market value of \$20,892,252 with a YTD return -17.47%, leaving a positive tracking of 30 bps. The Treasury Inflation Protected Securities Index NL Fund shows a market value of \$16,090,439 with a YTD return of -10.35%, with a positive tracking of 2 bps. The MSCI EAFE Index NL Fund shows a market value of \$35,157,744, showing a YTD return of -5.14%.

Charlesbank 10:50-11:02 AM:

Darren Battistoni and Lauren Desrosiers

Charlesbank focuses on target-rich middle-market tech sector with deep pattern recognition and relative-value orientation. The fund has performed very well through the current environment, even through Covid, resulting in a 2.1x net ROI. Charlesbank invests in proven business models with clear product market fit that need both capital and a value-add partner to scale business.

FS Capital 11:07-11:16 AM

John Hwang

Freeman Spogli is dedicated to middle market private equity and focused on consumer and distribution businesses in the U.S. This has provided a net IRR of 16% and a net MOI of 1.9x since inception. During Covid, FS worked to make sure there was sufficient liquidity and was able to come through Covid and thereafter those businesses have performed well.

XII. GASB Update

The Board reviewed the GASB report from Larry Stone. The Board requested to extend an invitation to Colin for the October meeting.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board voted to table the GASB report.

XIII. Correspondence

The Chairperson presented invitations to the EnTrust Global Investment Summit and MACRS. The Board acknowledged the PERAC memo. The Board acknowledged a letter from Juanita Escobar regarding the Public Pensions Alliances.

On a motion by Mr. Fitzpatrick and seconded by Mr. Arienti, the Board voted to approve Board members attending MACRS and the EnTrust Summit.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland, Ernest Arienti
Yes: 5 No: 0

XIV. Board Member Election

The elected members seat is expiring on December 19, 2022. The Board discussed the necessary steps needed for an election. The election officer will work with Ms. Gaughan.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board voted to elect Mr. Fitzpatrick as election officer.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland, Ernest Arienti
Yes: 5 No: 0

XV. Other Business

The Board would like to invite CLA to the October meeting for an update. Chairperson O'Connor requested that cash books be put back on the next agenda for approval.

XVI. Office Update

There will be a special meeting in Executive Session on October 17 at 9am in the retirement office.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board voted to hold a special meeting on October 17 at 9 A.M.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland, Ernest Arienti

Yes: 5 No: 0

XVII. Approval of Warrants

Warrant 2022-44
Warrant 2022-43
Warrant 2022-42
Warrant 2022-41
Warrant 2022-40

The Board reviewed the monthly warrants.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board approved the monthly warrants.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland,
Ernest Arienti
Yes: 5 No: 0

XVIII. Adjourn

The Board adjourned the meeting at 11:32 AM.

On a motion by Mr. McFarland and seconded by Mr. Fitzpatrick, the Board voted to adjourn the meeting.

Yes: Richard D. Fitzpatrick, Susan O'Connor, Leo Coppens, Michael E. McFarland,
Ernest Arienti
Yes: 5 No: 0

Respectfully Submitted,

Bláid Níawgham
Associate Executive Director

Approved

Michael E. M. Zanolari

James O'Connor

[Signature]

Richard O'Neil

[Signature]